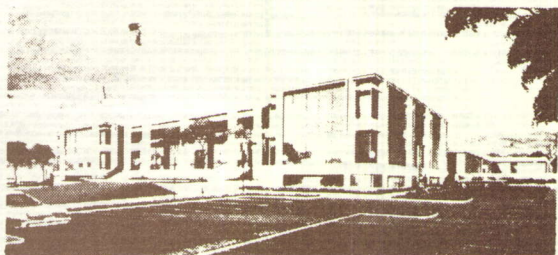# TOOELE COUNTY
DEPARTMENT OF DEVELOPMENT SERVICES

47 South Main, Tooele, Utah 84074
(801) 882-5550

JOSEPH A. URBANIK, DIRECTOR

July 3, 1990

State of Utah
Department of Natural Resources
Division of Oil, Gas & Mining
ATTN: Wayne Hedberg
3 Triad Center, Suite 350
Salt Lake City, Ut 84180-1203

RE: Yellow Hammer Mine, American Consolidated Mining
    M/045/019 Tooele County, Utah

Dear Wayne:

As per our telephone conversation on June 29, 1990, please find enclosed the information I mentioned would be sent regarding the requirements and conditions of use for this mining operation. Tooele County has issued two (2) conditional use permits for this operation #1600-85 for the Yellow Hammer Open Pit operation, and #2100-85 for the Clifton Heap Leach operation. The bond required was $5,000 for each conditional use permit.
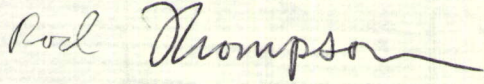
A reference was made in a letter dated October 27, 1986 (see attached) to stock certificate #15703 which was to be redeemed for cash and held in lieu of a bond. Upon request from Diane Nelson of your office approximately six (6) months ago, a search was made and no stock certificate was found. We have since found the stock certificate and Mr. Moeller requested it be returned to him.   I am requesting a formalized Memorandum of Understanding with Utah State Department of Natural Resources, Division of Oil, Gas and Mining to co-hold the bond that you have in place for $16,600, and the opportunity to review any new exploration and development or change in the scope of work that American Consolidated Mining is proposing, which may require amending our conditional use permits, or require new permits to be issued.

Please send the Memorandum of Understanding you have drafted so that the County Attorney and County Commissioners can approve it as to form, and we can release the certificate we are holding.

Thank you for your cooperation.

Sincerely,

Rod Thompson

Rod Thompson
Manager Engineering & Compliance

RT:cd

Enclosure

cc: Joe Urbanik
    Commissioner Bill Pitt